Fiscal Estimate - 2003 Session

	Original		Updated		Correcte	d [Sup	oplemental
LRB	Number	03-3982/2	<u>></u>	Intro	duction	Number	SB-4	7 7
Subje	ct							
Levy li	mits for local	governments,	school district rev	enue limi	ts			
Fiscal	Effect							
	No State Fisc Indeterminate Increase E Appropria Decrease Appropria Create Ne	e Existing Itions Existing	Revenue	es e Existing	F	Increase Control to absorb we control to absorb with the control to the control t	vithin ager es	y be possible ncy's budget No
	Indeterminate 1. Increase Permiss 2. Decrease Permiss	e Costs sive	3. Increase	ve Mar e Revenue	e ndatory e	Types of Loc Government Towns Counties School Districts	t Units Aff Villa s Othe	age Cities ers
Fund S	Sources Affe		PRS SEG	3 🔲 SE	Affec EGS	ted Ch. 20 A	Appropria	ıtions
Agenc	y/Prepared l	Ву	Aut	horized S	Signature	•		Date
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Fiscal Estimate Narratives DPI 3/18/2004

LRB Number 03-3982/2	Introduction Number SB-477	Estimate Type	Original					
Subject								
Levy limits for local governments, school district revenue limits								

Assumptions Used in Arriving at Fiscal Estimate

This bill sets the per pupil adjustment under school district revenue limits to \$120 in 2004-05 and \$100 in subsequent years. Under current law, the per pupil adjustment would be equal to approximately \$241 in 2004-05 and be adjusted for inflation in subsequent years. Also under current law, a school district with per pupil revenue below \$7,400 in 2003-04 and below \$7,800 in subsequent years may raise its revenue limit to those levels in those respective fiscal years. Under this bill, the \$7,800 limit applies only if the school board adopts a resolution to that effect by a two-thirds vote. Otherwise, the \$7,400 limit applies.

Based on 2002-03 enrollment, it is estimated that the reduction in the per pupil revenue limit adjustment would reduce school district revenue limit authority \$100-110 million in 2004-05. The actual amounts could differ from these estimates based on many factors, including changes in district pupil enrollment or use of the \$7,800 low-revenue ceiling provisions. School districts would not be able to raise their property tax to make up for this reduction in their revenue limit authority without going to referendum.

It is not possible to estimate how many school districts would be unable to take advantage of the \$7,800 low-revenue ceiling provision with the two-thirds school board vote requirement. Thus, any effect on school district revenues is indeterminate.

Long-Range Fiscal Implications

Fiscal Estimate Worksheet - 2003 Session

Detailed Estimate of Annual Fiscal Effect

\boxtimes	Original		Updated		Corrected		Supplemental		
LRB	Number	03-3982/	2	Intro	duction Nur	nber	SB-477		
Subject Levy lin		governments,	, school disti						
I. One- annua	-time Costs lized fiscal e	or Revenue li effect):	mpacts for	State and/or	Local Govern	ment (do	not include in		
II. Ann	ualized Cos	ts:		Annualized Fiscal Impact on funds from			act on funds from:		
				In	creased Costs		Decreased Costs		
A. Stat	te Costs by	Category							
		- Salaries and	d Fringes		\$				
(FTE	Position Ch	anges)							
State	e Operations	- Other Costs							
Loca	al Assistance								
Aids	to Individual	s or Organizat	tions						
TO	OTAL State (Costs by Cate	egory		\$		\$		
B. Stat	te Costs by	Source of Fu	nds						
GPR	}								
FED									
PRO)/PRS								
SEG	S/SEG-S								
III. Stat revenu	te Revenues ıes (e.g., tax	- Complete t increase, de	his only wh	nen proposal cense fee, et	will increase (s.)	or decrea	se state		
				l	ncreased Rev		Decreased Rev		
GPR	Taxes				\$		\$		
	Earned								
FED									
	/PRS								
	/SEG-S								
TC	OTAL State F	Revenues			\$		\$		
····		N	ET ANNUA	LIZED FISCA	L IMPACT				
					<u>State</u>		Local		
NET C	NET CHANGE IN COSTS				\$		\$		
NET CHANGE IN REVENUE				\$		S-100-110,000,000			
Agency	y/Prepared E	Зу		Authorized S	Signature		Date		
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